

**AMENDED PLAN OF OPERATION
SEC 29, T. 22 S., R. 9 E.
SAN RAFAEL SWELL RESOURCE AREA
EMERY COUNTY, UTAH**

AUGUST 27, 1998

Claims: DJ-5 BLM UTMC #212729 NW/4, OF SW/4, sec. 29

Claim Owner: John E. Welsh, 801-278-6657

Claim Operator: Phillip M. Palmer 801-896-8870
P.O. Box 35
1600 South Red Hills Drive
Richfield, Utah 84701

On Thursday, August 20, 1998. Phillip Palmer and Clint Henrie (Diamond K) met with Tony Gallegos (DOGM) and Dean Nyffeler (BLM) at the Diamond K quarry and discussed the status of the quarry and direction the quarry should take in the year 1999. We discussed moving from Area B to Area C.

Quarry in Claim BJ-5 The quarry has been mined out in Area B. Area B has a disturbance of approximately 3 acres with approximately 1 acre of gypsum that has been mined out. Area B will be reclaimed this fall of 1998.

Quarry in Claim BJ-5 It is hereby proposed that the quarry be moved to Area C in Claim 5. The quarry should be located in this area for approximately two to three years. To access this claim we will use existing road entering Area B. It will go to the bedrock as it crosses south saltwash into Area C.

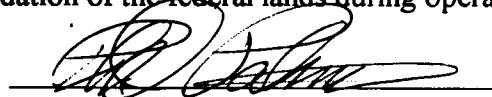
Enclosure: Scale 1: 6,000 Map of Claims and Quarry Areas.
Scale 2: Drawing of Existing Area B into Area C.

Statement of compliance: In regards to hazardous materials contamination on the claim there will be no diesel fuel storage on the claims. All oils and greases are contained in the service truck which commutes to the quarry each day of work. In regards to any contamination in this manner it will be cleaned up and disposed of in the proper manner. If at any time there is any noxious weeds we will grub them out and dispose of them in the proper manner. All Federal, State and county Transportation, Water Quality, Air Quality, solid Waste Disposal laws and regulations will

be complied with. I will complete all necessary reclamation of areas disturbed during the course of my operations to the standard described in 43 CFR 3809.1-3(d) and that reasonable measures will be taken to prevent unnecessary or undue degradation of the federal lands during operations.

Signature of operator:

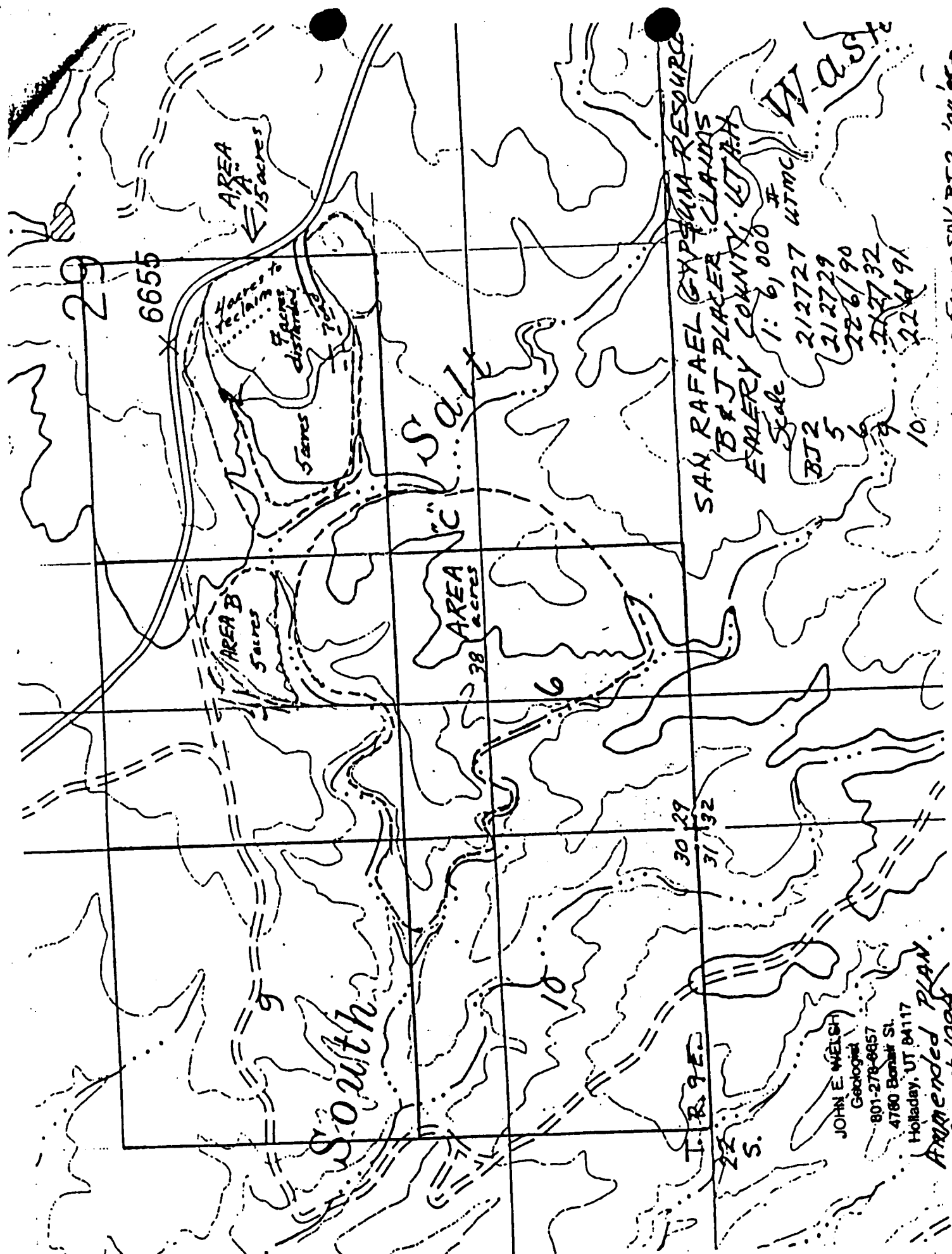
Dated 8/27/98


Phillip M. Palmer

Original to: Dean Nyffeler
San Rafael Resource Area Management
900 North 700 East
Price, UT 84501

Copies to: Tony Gallegos
Utah Oil, Gas and Mining Division
1594 West North Temple, Suite 1210
P.O. Box 145801
Salt Lake City, Ut 84114-5801

John E. Welsh
4780 Bonair Street
Salt Lake City, UT 84117



SAN RAFAEL GYPSEUM RESOURCE
 B & J PLASTER CLAIMS
 EMERY COUNTY, UTAH
 Scale 1: 6,000 ft
 212727 UTM
 BJT 2 212729
 5 212732
 6 226190
 7 226191
 10 226191

30 29
 31 32
 22
 5

JOHN E. WEICH
 Geologist
 801-278-8857
 4780 Bonanza St.
 Holladay, UT 84117

Amended PLAN.
 August 1994
 @ Dec '94 Acres disturbed; reclaim 4 acres parallel Moore road; quarry 5 acres SW 1/4 BJT 2 '94 '95

NORTH ↑

